Stephanie L. Stumbo Executive Director KY PSC 211 Sower Blvd. Frankfort, KY 40601

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PUBLIC SERVICE

COMMISSION

Dear Ms. Stumbo:

This letter is in reference to my Notice of Intervention filed with your Office. I refer you to Case No. 2008-00251, Case No. 2007-00565.

The reason for my requesting this action is that it will adversely affect thousands of residential customers especially those on fixed incomes. The rate increase along with the 5% late charge proposed by KU is unfair because, those on fixed incomes cannot always pay their bill on time. The extra 5% could be the difference between having electric power and other things that are necessary for their well-being.

While we in KY have some of the lowest electric rates in the country, we are also one of the poorest states. Price increases rarely affect the portion of the population with high levels of income. It is for these reasons that I request that the request for the late charge be denied and the rate increase be the same percentage for all customers.

Yours very truly,

John Watson

169 Thomas Lane

Hustonville, KY 40437